	2008	2006 ¹
Core Sales Geography	22 provinces and 125 municipalities in China	22 provinces and 125 municipalities in China
Major Customers	4 customers accounting for 40% of sales ² .	Two customers accounting for 11% of sales ³ .
Total Number of Customers	233	900
Major Suppliers	Two suppliers accounting for 56% of inventory purchases. ⁴	One supplier representing 27% of inventory purchases. ⁵

- 1: Earliest 10-K disclosures post-reverse-merger
- 2: Shanxi Xintai and Harbin Shiji Baolong accounted for 15% and 12% respectively of sales revenues.
- 3: Ningbo Yueha Trading Co. and Guangzhou Xinghe Trading Co. accounted for 11% of sales in 2006 according to the 2007 10-K. However, in an apparent contradiction the amended 2006 10-K states "No single customer accounts for more than 5% of its total revenue."
- 4: Heilongjiang Kangda Medicine Co. and Harbin Yongheng Printing Ltd.
- 5: Harbin Yongheng Printing Ltd. accounted for 27% of purchases in 2006 according to the 2007 10K. However, in an apparent contradiction the amended 2006 10K states "No one supplier accounts for more than 20% of our total raw material purchases.

China Sky One Medical, Inc. Exhibit 2 Sales and Inventory Comparison

Finished Goods Inventory as Days of Sales ²	0.8	0.9	81.0
Inventory Turnover Ratio ¹	49.8	31.1	1.7
Finished Product Inventory	55,614	29,721	229,136
Yearly Sales	91,816,183	49,318,308	4,232,020
	<u>2008</u>	<u>2007</u>	<u>2004³</u>
	0000	0007	

Prepared 5/1/09

^{1:} Cost of Goods Sold divided by average inventory. The 2004 uses end-of-period inventory only. Financial statements are not available for 2003.

^{2:} Finished goods inventory figures were divided by (100% - Q4 Gross Margin) to obtain the sales that would be represented by the stated finished goods inventory. This was then divided by the average sales per day for the fourth quarter to obtain the days of sales corresponding to the stated finished goods inventory. For 2004, annual gross margin and average sales figures were used, as quarterly figures were not available.

^{3:} Obtained from financial statements of the Chinese operating company that became CSKI via a reverse merger in 2006: Harbin Tian Di Ren Medical Science and Technology Company. CSKI filed the statements in a Form 8-K on May 15, 2006.

China Sky One Medical, Inc.
Exhibit 3
Analysis of Inventory Turnover in Public Comparable Companies
Figures in million US\$, except ratios and days

	American Oriental Bioengineering	Tongjitang Chinese Medicines	Tianyin Pharmaceutical	China Sky One Medical
LTM Cost of Goods Sold	91.0	24.5	19.5	22.4
Inventory, 12/31/08	13.0	14.3	4.7	0.5
Inventory, 12/31/07	12.3	10.4	1.6	0.4
Inventory Turnover ¹	7.2	2.0	6.2	49.8
Days of Inventory on Hand	50.7	184.0	59.0	7.3

^{1:} Cost of Goods Sold divided by average inventory.

China Sky One Medical, Inc. Exhibit 4 Finished Products Inventory by Quarter

% Change from Sept. to Dec.	-92.1%	-92.8%	-41.3%
December	55,614	29,721	32,330
September	705,613	411,366	55,031
June	483,229	492,441	57,613
March	309,654	171,420	
Quarter Ending	2008	2007	2006